



**A. RESULTS OF 91 & 182 DAY TREASURY BILLS ISSUES 1984/91 & 1966/182 DATED**

**31/12/2012**

This week the Central Bank of Kenya offered 91 and 182 Days Treasury Bills for a total of Kshs 7 Billion. The total number of bids received was 108 amounting to Kshs. 0.57 Billion representing 14% subscription and 34 bids amounting to Kshs. 0.31 Billion representing 10% subscription for 91 and 182 days respectively. Bids accepted amounted to 0.57 Billion and 0.21 Billion for the 91 and the 182 days Respectively. The weighted average rate of accepted bids, which will be applied for non-competitive bids, was 8.138% and 8.10% for the 91 and 182 Day Treasury Bills respectively. The other auction statistics are summarised in the table below.

	91 DAYS	182DAYS	TOTAL
Due Date	01/04/2013	01/07/2013	
Amount Offered (Kshs. M)	4,000.00	3,000.00	7,000.00
Bids Received (Kshs. M)	574.10	306.97	881.07
Performance Rate (%)	14.35	10.23	12.59
Number of Bids Received	108	34	142
Number of Accepted Bids	108	29	137
Total Amount Accepted (Kshs. M)	574.10	211.65	785.75
Of which: Competitive bids	210.92	15.57	226.49
: Non-competitive bids	363.18	196.08	559.26
Purpose / Application of Funds:			
Rollover / Redemptions	1,240.27	115.24	1,355.51
Net Repayment	666.17	96.41	
Market Weighted Average Rate	8.138%	9.781%	
Weighted Average Rate of accepted bids	8.138%	8.100%	
Price per Kshs 100 at average rate	98.011	96.118	

**B. COMPARATIVE AVERAGE INTEREST RATES**

	This Auction	Last Auction	Variance
	(%)	(%)	
91 - day	8.138	8.142	0.004 ↓
182 - day	8.100	9.046	0.946 ↓

**C. NEXT WEEK'S TREASURY BILLS AUCTIONS: ISSUE NOS. 1985/91, 1966/182 DATED 07/01/2013**

TENOR	91 DAYS	182 DAYS	364 DAYS	TOTAL
Offer amount (Kshs. M)	4,000.00	3,000.00	5,000.00	12,000.00
AUCTION DATES & BIDS CLOSURE	03/01/2013	02/01/2013	02/01/2013	
RESULTS ANNOUNCEMENT	04/01/2013	03/01/2013	03/01/2013	
Redemptions				5,377.62
New Borrowing				6,622.38

The actual amount to be realised from the auction will be subject to Treasury's immediate liquidity requirements for the week. Where several successful bidders quote a common rate, the Central Bank of Kenya reserves the right to allot bids on a pro-rata basis. The Central Bank reserves the right to accept/reject bids in part or in full without giving any reason. Individual bids must be of a minimum face value of Kshs 100,000.00. Only CDS holders with updated mandates are eligible.

Bids must be submitted using the specified format and must reach the Central Bank (HQ, Branch or Currency Centre) by 2.00 p.m. on Wednesday 2nd January 2013 for 182 and 364 days, and Thursday 3rd January 2013 for 91 days Treasury Bills respectively. Payments above Kshs.1 Million must be made by electronic transfer using RTGS. Payments below Kshs. 1 Million may be made by Banker's Cheque or RTGS and must reach the Central Bank not later than 2.00 p.m. on Monday 7th January 2013 for Cheques and 3.00 p.m for RTGS electronic fund transfers. Please provide the following details with each payment: Name, Reference No., the New CDS Portfolio and the customer's Virtual account No.

**D. NON-COMPETITIVE BIDS**

Non-competitive bids are subject to a maximum of Kshs. 20 Million per investor and are issued at the weighted average of accepted bids.

**E. COMPETITIVE BIDS**

Competitive Bidders must quote their desired Interest Rate(%) and not Price per Kes 100. New application forms are available on the CBK website.

MWENDA K. MARETE  
ASSISTANT DIRECTOR, FINANCIAL MARKETS DEPARTMENT  
27/12/2012